

IN THE UNITED STATES BANKRUPTCY COURT  
FOR THE DISTRICT OF DELAWARE

In re: ) Chapter 11  
)  
W. R. GRACE & CO., et al.,<sup>1</sup> ) Case No. 01-1139 (JKF)  
) Jointly Administered  
Debtors. )

Objection Deadline: June 13, 2005 at 4:00 p.m.

Hearing Date: TBD only if necessary

**FEE DETAIL FOR STEPTOE & JOHNSON LLP'S MONTHLY FEE APPLICATION**  
**FOR THE PERIOD FROM MARCH 1, 2006 THROUGH MARCH 31, 2006**

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<sup>1</sup> The Debtors consist of the following 62 entities: W. R. Grace & Co. (f/k/a Grace Specialty Chemicals, Inc.), W. R. Grace & Co.-Conn., A-1 Bit & Tool Co., Inc., Alewife Boston Ltd., Alewife Land Corporation, Amicon, Inc., CB Biomedical, Inc. (f/k/a Circe Biomedical, Inc.), CCHP, Inc., Coalgrace, Inc., Coalgrace II, Inc., Creative Food 'N Fun Company, Darex Puerto Rico, Inc., Del Taco Restaurants, Inc., Dewey and Almy, LLC (f/k/a Dewey and Almy Company), Ecarg, Inc., Five Alewife Boston Ltd., G C Limited Partners I, Inc. (f/k/a Grace Cocoa Limited Partners I, Inc.), G C Management, Inc. (f/k/a Grace Cocoa Management, Inc.), GEC Management Corporation, GN Holdings, Inc., GPC Thomasville Corp., Gloucester New Communities Company, Inc., Grace A-B Inc., Grace A-B II Inc., Grace Chemical Company of Cuba, Grace Culinary Systems, Inc., Grace Drilling Company, Grace Energy Corporation, Grace Environmental, Inc., Grace Europe, Inc., Grace H-G Inc., Grace H-G II Inc., Grace Hotel Services Corporation, Grace International Holdings, Inc. (f/k/a Dearborn International Holdings, Inc.), Grace Offshore Company, Grace PAR Corporation, Grace Petroleum Libya Incorporated, Grace Tarpon Investors, Inc., Grace Ventures Corp., Grace Washington, Inc., W. R. Grace Capital Corporation, W. R. Grace Land Corporation, Gracoal, Inc., Gracoal II, Inc., Guanica-Caribe Land Development Corporation, Hanover Square Corporation, Homco International, Inc., Kootenai Development Company, L B Realty, Inc., Litigation Management, Inc. (f/k/a GHSC Holding, Inc., Grace JVH, Inc., Asbestos Management, Inc.), Monolith Enterprises, Incorporated, Monroe Street, Inc., MRA Holdings Corp. (f/k/a Nestor-BNA Holdings Corporation), MRA Intermedco, Inc. (f/k/a Nestor-BNA, Inc.), MRA Staffing Systems, Inc. (f/k/a British Nursing Association, Inc.), Remedium Group, Inc. (f/k/a Environmental Liability Management, Inc., E&C Liquidating Corp., Emerson & Cuming, Inc.), Southern Oil, Resin & Fiberglass, Inc., Water Street Corporation, Axial Basin Ranch Company, CC Partners (f/k/a Cross Country Staffing), Hayden-Gulch West Coal Company, H-G Coal Company.

**EXHIBIT A**

Professional services rendered through: March 31, 2006

03/01/06	K. Sieverding	Researched the line of cases containing Gottesman to determine whether courts have sided for taxpayer when the principle of Gottesman has been invoked, for Mr. Teplinsky; briefly looked to similar authority under other lines of authority; read over some field service advice memorandums to see if above-mentioned principles cited.	2.80
03/01/06	S.B. Teplinsky	Revise draft Protest.	4.00
03/02/06	M.D. Lerner	Begin editing draft Protest.	0.60
03/02/06	M.J. Silverman	Review revised Protest and discuss with Mr. Teplinsky	1.00
03/02/06	S.B. Teplinsky	Revise Protest; send revised Protest to Messrs. Collins and Gareau.	3.50
03/02/06	S.B. Teplinsky	Conference with Mr. Silverman re Protest.	1.00
03/03/06	M.D. Lerner	Finish editing draft Protest.	1.80
03/20/06	A.A. MacIvor	Analyze and prepare outline of the Fourth Circuit decision in Black & Decker; Begin revising Protest	2.20
03/21/06	A.A. MacIvor	Continue preparing outline of the Fourth Circuit decision in Black & Decker; Review and analyze Coltec; Review and analyze the Internal Revenue Code and other authority to understand the legal arguments in the Protest; Revise legal argument in the Protest	6.40
03/22/06	A.A. MacIvor	Continue analyzing and revising the legal arguments in the Protest	7.50
03/24/06	A.A. MacIvor	Review and revise changes to the legal arguments in the Protest	2.60
03/29/06	M.J. Silverman	Speak to Ms. Finke re Protest; review e-mail re section 5701 and IDRs	1.00
03/29/06	S.B. Teplinsky	Review and analyze email from Ms. Finke re status of 30-day letter.	0.50
03/31/06	A.A. MacIvor	Review notices received from the IRS	0.50
03/31/06	M.D. Lerner	Call client Mr. Gibbs re statute of limitations letter.	0.30
03/31/06	M.J. Silverman	Review 30 day letter from IRS.	2.00

MATTER 32

03/03/06	A.E. Moran	Review billing issues and necessary information for bankruptcy court.	0.40
03/13/06	A.E. Moran	Work on waiver questions and communication with court.	1.50
03/20/06	A.E. Moran	Work on application for fees.	1.00
03/22/06	A.E. Moran	Revise draft of bills for 2005.	0.50
03/24/06	A.E. Moran	Work on bills for end of 2005.	2.40
03/27/06	A.E. Moran	Work on billing and send out.	0.40

Name	Hours	Rate	Value
M.J. Silverman	4.00	775.00	3,100.00
M.D. Lerner	2.70	610.00	1,647.00
S.B. Teplinsky	9.50	610.00	5,795.00
A.E. Moran	6.20	495.00	3,069.00
A.A. MacIvor	19.20	305.00	5,856.00
K. Sieverding	2.80	305.00	854.00
Total	44.40		20,321.00

Total Fees	\$20,321.00
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**EXHIBIT B**

Disbursements:

Duplicating	64.50
On-Line Research/Information Retrieval	20.89
Long Distance Telephone	0.56

Total Disbursements	<u>\$85.95</u>
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Total This Statement	<u>\$20,406.95</u>
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STEPTOE & JOHNSON LLP  
 Detail Cost Report  
 Proforma: 430350

TAX LITIGATION AUDIT ISSUE  
 012046.00003

Cost Code	Descr.	Date	Number	Timekeeper Name	Quantity	Rate	Amount
DUPLDC	03/02/06	00212	Teplinsky, Steven B.	245.00	0.15	36.75	
DUPLDC	03/02/06	00212	Teplinsky, Steven B.	245.00	0.20	49.00	
245 PHOTOCOPIES MADE BY 00212							
DUPLDC	03/13/06	00206	Moran, Anne E.	7.00	0.15	1.05	
DUPLDC	03/13/06	00206	Moran, Anne E.	7.00	0.20	1.40	
7 PHOTOCOPIES MADE BY 00206							
DUPLDC	03/20/06	00206	Moran, Anne E.	4.00	0.15	0.60	
DUPLDC	03/20/06	00206	Moran, Anne E.	4.00	0.20	0.80	
4 PHOTOCOPIES MADE BY 00206							
DUPLDC	03/30/06	00206	Moran, Anne E.	5.00	0.15	0.75	
DUPLDC	03/30/06	00206	Moran, Anne E.	5.00	0.20	1.00	
5 PHOTOCOPIES MADE BY 00206							
DUPLDC	03/31/06	00206	Moran, Anne E.	1.00	0.15	0.15	
DUPLDC	03/31/06	00206	Moran, Anne E.	1.00	0.20	0.20	
1 PHOTOCOPIES MADE BY 00206							
DUPLDC Total:							39.30
LASR	03/01/06	00206	Moran, Anne E.	20.00	0.15	3.00	
LASR	03/01/06	00206	Moran, Anne E.	20.00	0.20	4.00	
PC/Network Printing							
PC LASER 20 Pages Teplinsky, Steven							
LASR	03/01/06	00206	Moran, Anne E.	22.00	0.15	3.30	
LASR	03/01/06	00206	Moran, Anne E.	22.00	0.20	4.40	
PC/Network Printing							
PC LASER 22 Pages Teplinsky, Steven							
LASR 03/01/06 Total:							6.30
LASR	03/02/06	00206	Moran, Anne E.	22.00	0.15	3.30	
LASR	03/02/06	00206	Moran, Anne E.	22.00	0.20	4.40	
PC/Network Printing							
PC LASER 22 Pages Teplinsky, Steven							
LASR	03/02/06	00206	Moran, Anne E.	22.00	0.15	3.30	
LASR	03/02/06	00206	Moran, Anne E.	22.00	0.20	4.40	
PC/Network Printing							
PC LASER 22 Pages Teplinsky, Steven							
LASR 03/02/06 Total:							6.60

Cost Code	Descr.	Date	Number	Timekeeper Name	Quantity	Rate	Amount
LASR		03/13/06	00206	Moran, Anne E.	4.00	0.15	0.60
LASR		03/13/06	00206	Moran, Anne E.	4.00	0.20	0.80
PC/Network Printing							
PC LASER 4 Pages Moran, Anne							
LASR		03/13/06	00206	Moran, Anne E.	4.00	0.15	0.60
LASR		03/13/06	00206	Moran, Anne E.	4.00	0.20	0.80
PC/Network Printing							
PC LASER 4 Pages Ward, Brenda							
LASR		03/13/06	Total:				1.20
LASR		03/20/06	00206	Moran, Anne E.	3.00	0.15	0.45
LASR		03/20/06	00206	Moran, Anne E.	3.00	0.20	0.60
PC/Network Printing							
PC LASER 3 Pages Ward, Brenda							
LASR		03/20/06	00206	Moran, Anne E.	4.00	0.15	0.60
LASR		03/20/06	00206	Moran, Anne E.	4.00	0.20	0.80
PC/Network Printing							
PC LASER 4 Pages Ward, Brenda							
LASR		03/20/06	00206	Moran, Anne E.	4.00	0.15	0.60
LASR		03/20/06	00206	Moran, Anne E.	4.00	0.20	0.80
PC/Network Printing							
PC LASER 4 Pages Ward, Brenda							
LASR		03/20/06	00206	Moran, Anne E.	1.00	0.15	0.15
LASR		03/20/06	00206	Moran, Anne E.	1.00	0.20	0.20
PC/Network Printing							
PC LASER 1 Pages Ward, Brenda							
LASR		03/20/06	00206	Moran, Anne E.	1.00	0.15	0.15
LASR		03/20/06	00206	Moran, Anne E.	1.00	0.20	0.20
PC/Network Printing							
PC LASER 1 Pages Ward, Brenda							
LASR		03/20/06	Total:				1.95
LASR		03/22/06	00206	Moran, Anne E.	1.00	0.15	0.15
LASR		03/22/06	00206	Moran, Anne E.	1.00	0.20	0.20
PC/Network Printing							
PC LASER 1 Pages Ward, Brenda							
LASR		03/24/06	00206	Moran, Anne E.	7.00	0.15	1.05
LASR		03/24/06	00206	Moran, Anne E.	7.00	0.20	1.40
PC/Network Printing							
PC LASER 7 Pages Moran, Anne							
LASR		03/24/06	00206	Moran, Anne E.	7.00	0.15	1.05
LASR		03/24/06	00206	Moran, Anne E.	7.00	0.20	1.40
PC/Network Printing							
PC LASER 7 Pages Ward, Brenda							

Cost Code	Descr.	Date	Number	Timekeeper Name	Quantity	Rate	Amount
LASR		03/24/06	00206	Moran, Anne E.	1.00	0.15	0.15
LASR		03/24/06	00206	Moran, Anne E.	1.00	0.20	0.20
	PC/Network Printing						
	PC LASER 1 Pages Ward, Brenda						
LASR		03/24/06	00206	Moran, Anne E.	1.00	0.15	0.15
LASR		03/24/06	00206	Moran, Anne E.	1.00	0.20	0.20
	PC/Network Printing						
	PC LASER 1 Pages Ward, Brenda						
LASR		03/24/06	00206	Moran, Anne E.	1.00	0.15	0.15
LASR		03/24/06	00206	Moran, Anne E.	1.00	0.20	0.20
	PC/Network Printing						
	PC LASER 1 Pages Ward, Brenda						
LASR		03/24/06	00206	Moran, Anne E.	1.00	0.15	0.15
LASR		03/24/06	00206	Moran, Anne E.	1.00	0.20	0.20
	PC/Network Printing						
	PC LASER 1 Pages Ward, Brenda						
LASR		03/24/06	00206	Moran, Anne E.	5.00	0.15	0.75
LASR		03/24/06	00206	Moran, Anne E.	5.00	0.20	1.00
	PC/Network Printing						
	PC LASER 5 Pages Ward, Brenda						
LASR		03/24/06	00206	Moran, Anne E.	5.00	0.15	0.75
LASR		03/24/06	00206	Moran, Anne E.	5.00	0.20	1.00
	PC/Network Printing						
	PC LASER 5 Pages Ward, Brenda						
LASR		03/24/06	00206	Moran, Anne E.	5.00	0.15	0.75
LASR		03/24/06	00206	Moran, Anne E.	5.00	0.20	1.00
	PC/Network Printing						
	PC LASER 5 Pages Ward, Brenda						
LASR		03/24/06	00206	Moran, Anne E.	3.00	0.15	0.45
LASR		03/24/06	00206	Moran, Anne E.	3.00	0.20	0.60
	PC/Network Printing						
	PC LASER 3 Pages Ward, Brenda						
LASR		03/24/06	Total:				5.40
LASR		03/27/06	00206	Moran, Anne E.	2.00	0.15	0.30
LASR		03/27/06	00206	Moran, Anne E.	2.00	0.20	0.40
	PC/Network Printing						
	PC LASER 2 Pages Moran, Anne						
LASR		03/27/06	00206	Moran, Anne E.	3.00	0.15	0.45
LASR		03/27/06	00206	Moran, Anne E.	3.00	0.20	0.60
	PC/Network Printing						
	PC LASER 3 Pages Moran, Anne						

Cost Code	Date	Number	Timekeeper Name	Quantity	Rate	Amount
LASR	03/27/06	00206	Moran, Anne E.	3.00	0.15	0.45
LASR	03/27/06	00206	Moran, Anne E.	3.00	0.20	0.60
PC/Network Printing						
PC LASER 3 Pages Ward, Brenda						
LASR	03/27/06	00206	Moran, Anne E.	3.00	0.15	0.45
LASR	03/27/06	00206	Moran, Anne E.	3.00	0.20	0.60
PC/Network Printing						
PC LASER 3 Pages Ward, Brenda						
LASR	03/27/06	00206	Moran, Anne E.	7.00	0.15	1.05
LASR	03/27/06	00206	Moran, Anne E.	7.00	0.20	1.40
PC/Network Printing						
PC LASER 7 Pages Ward, Brenda						
LASR	03/27/06	00206	Moran, Anne E.	2.00	0.15	0.30
LASR	03/27/06	00206	Moran, Anne E.	2.00	0.20	0.40
PC/Network Printing						
PC LASER 2 Pages Ward, Brenda						
LASR	03/27/06	00206	Moran, Anne E.	2.00	0.15	0.30
LASR	03/27/06	00206	Moran, Anne E.	2.00	0.20	0.40
PC/Network Printing						
PC LASER 2 Pages Ward, Brenda						
LASR	03/27/06	00206	Moran, Anne E.	1.00	0.15	0.15
LASR	03/27/06	00206	Moran, Anne E.	1.00	0.20	0.20
PC/Network Printing						
PC LASER 1 Pages Ward, Brenda						
LASR	03/27/06	00206	Moran, Anne E.	1.00	0.15	0.15
LASR	03/27/06	00206	Moran, Anne E.	1.00	0.20	0.20
PC/Network Printing						
PC LASER 1 Pages Ward, Brenda						
LASR	03/27/06	Total:				3.60
LASR	Total:					25.20
TELEDC	03/31/06	00206	Moran, Anne E.	1.00	0.26	0.26
TELEDC	03/31/06	00206	Moran, Anne E.	1.00	0.26	
DC Telephone TELEDC 5613621662 FROM EXT. 108024						
TELEPH	03/30/06	00206	Moran, Anne E.	1.00	0.30	0.30
TELEPH	03/30/06	00206	Moran, Anne E.	1.00	0.30	
PH Telephone TELEPH 5613621662 FROM EXT. 201923						
WESTLAW	03/24/06	00206	Moran, Anne E.	1.00	20.89	20.89
WESTLAW	03/24/06	00206	Moran, Anne E.	1.00	20.89	
Westlaw On-Line Research /DC Westlaw Search by: NET SOLUTIONS						
Total: 012046.00003 TAX LITIGATION AUDIT ISSUE						85.95
Report Total:						85.95